

June 15, 2001

## ***Subcommittee on Financial Institutions and Consumer Credit***

### SUBCOMMITTEE ACTION REPORT

On Wednesday, May 9 and Wednesday, June 13, 2001, the Subcommittee on Financial Institutions and Consumer Credit met in open session and considered the following measure:

**H.R. 1408, the FINANCIAL SERVICES ANTIFRAUD NETWORK ACT OF 2001, was approved for full Committee consideration with an amendment by a record vote of 20 yeas and 1 nay (Record vote no. FI-1).**

The following amendments were considered:

An amendment in the nature of a substitute by Mr. Rogers, no. 1, narrowing the scope of regulatory information shared, creating more flexibility for the regulators, and making other improvements, was WITHDRAWN.

An amendment to the amendment in the nature of a substitute by Ms. Waters, no. 1a, directing the financial regulators to develop a system for sharing publicly available information without the formal creation of a Subcommittee, was WITHDRAWN.

An amendment in the nature of a substitute by Mr. Rogers, no. 2, giving the regulators 2 years to put an anti-fraud network into place on their own before a formal decision-making subcommittee structure is established, limiting the information shared to certain specific categories with appropriate safeguards for privacy and confidentiality, enhancing due process protections when an action is taken against a person based on information obtained from the network, and increasing the extent of criminal records insurance regulators can get through a background check with increased penalties for misuse of such records, was AGREED TO by a voice vote.

**H.R. 1408 (cont.)**

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An amendment to the amendment in the nature of a substitute by Mr. Watt, no. 2a, striking the liability clarification provisions for employers relying on an insurance regulator's criminal background check of an insurance agent requesting a license, was NOT AGREED TO by a voice vote.

An amendment to the amendment in the nature of a substitute by Mr. Watt, no. 2b, modifying the liability clarification provisions to require the exercise of reasonable diligence, was NOT AGREED TO by a voice vote.

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The Subcommittee adjourned at the call of the Chair.